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lower tier covered transactions shall provide the same updated notice to the participant to which it submitted its proposals.

DRUG-FREE WORKPLACE REQUIREMENTS (GRANTS)

SOURCE: 55 FR 21688, 21701, May 25, 1990, unless otherwise noted.

EDITORIAL NOTE: Nomenclature changes for $\S12.600$ through 12.635 appear at 55 FR 21702, May 25, 1990.

§12.600 Purpose.

- (a) The purpose of the drug-free workplace requirements for grants is to carry out the Drug-Free Workplace Act of 1988 by requiring that—
- (1) A grantee, other than an individual, shall certify to the agency that it will provide a drug-free workplace;
- (2) A grantee who is an individual shall certify to the agency that, as a condition of the grant, he or she will not engage in the unlawful manufacture, distribution, dispensing, possession or use of a controlled substance in conducting any activity with the grant.
- (b) Requirements implementing the Drug-Free Workplace Act of 1988 for contractors with the agency are found at 48 CFR subparts 9.4, 23.5, and 52.2.

§ 12.605 Definitions.

- (a) Except as amended in this section, the definitions of §12.105 apply to the drug-free workplace requirements for grants.
- (b) For purposes of the drug-free workplace requirements for grants—
- (1) Controlled substance means a controlled substance in schedules I through V of the Controlled Substances Act (21 U.S.C. 812), and as further defined by regulation at 21 CFR 1308.11 through 1308.15;
- (2) Conviction means a finding of guilt (including a plea of nolo contendere) or imposition of sentence, or both, by any judicial body charged with the responsibility to determine violations of the Federal or State criminal drug statutes:
- (3) Criminal drug statute means a Federal or non-Federal criminal statute involving the manufacture, distribu-

tion, dispensing, use, or possession of any controlled substance;

- (4) Drug-free workplace means a site for the performance of work done in connection with a specific grant at which employees of the grantee are prohibited from engaging in the unlawful manufacture, distribution, dispensing, possession, or use of a controlled substance;
- (5) *Employee* means the employee of a grantee directly engaged in the performance of work under the grant, including:
 - (i) All direct charge employees;
- (ii) All *indirect charge* employees, unless their impact or involvement is insignificant to the performance of the grant; and,
- (iii) Temporary personnel and consultants who are directly engaged in the performance of work under the grant and who are on the grantee's payroll.

This definition does not include workers not on the payroll of the grantee (e.g., volunteers, even if used to meet a matching requirement; consultants or independent contractors not on the payroll; or employees of subrecipients or subcontractors in covered workplaces);

- (6) Federal agency or agency means any United States executive department, military department, government corporation, government controlled corporation, any other establishment in the executive branch (including the Executive Office of the President), or any independent regulatory agency;
- (7) Grant means an award of financial assistance, including a cooperative agreement, in the form of money, or property in lieu of money, by a Federal agency directly to a grantee. The term grant includes block grant and entitlement grant programs, whether or not exempted from coverage under the grants management government-wide common rule on uniform administrative requirements for grants and cooperative agreements. The term does not include technical assistance that provides services instead of money, or other assistance in the form of loans, loan guarantees, interest subsidies, insurance, or direct appropriations; or any veterans' benefits to individuals,